Norman H. Bangerter, Governor Dee C. Hansen, Executive Director Dianne R. Nielson, Ph.D., Division Director

355 W. North Temple • 3 Triad Center • Suite 350 • Salt Lake City, UT 84180-1203 • 801-538-5340

August 9, 1985

Mr. Carl Kingston Co-Op Mining Company P. O. Box 15809 Salt Lake City, Utah 84115

Dear Mr. Kingston:

RE: <u>Insurance Requirements, Co-Op Mining Company, Bear Canyon Mine, ACT/015/025, #5, Emery County, Utah</u>

The Division was notified on August 1, 1985 that a substantive change (cancellation of policy #GL 10 01 179) had been made in the insurance policy for the Bear Canyon Mine. It is our understanding that as of this date Co-Op is covered by two policies, one with Rockwood Insurance Company (GLA 294754 - \$500,000 combined single limit) and Genstar Indemnity (NEX 24521 - excess layers up to \$2,500,000.00).

In accordance with UMC 806.14(b) and (c) (now 800.60), the policy <u>must</u> be maintained in full force during the life of the permit or any renewal thereof, including completion of all reclamation operations and the <u>policy shall include a rider requiring that the insurer notify the Division whenever substantive changes are made in the policy including any termination or failure to renew. Please be advised in the future that it is your <u>obligation</u> to notify the Division whenever substantive changes are made in the insurance policy.</u>

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Please don't hesitate to call the Division at any time about matters involved with your permit.

Sincerely,

Lowell P. Braxton

Administrator

Mineral Resource Development and Reclamation Program

PGL/btb cc: Nathan Atwood Pam Grubaugh-Littig John Whitehead 8808R-60 & 61